

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|-------------------------------|---|---------------------|
| NOTICE OF PURCHASED GAS |) | |
| ADJUSTMENT FILING OF |) | CASE NO. 2008-00467 |
| BURKESVILLE GAS COMPANY, INC. |) | |

ORDER

On October 31, 2008, in Case No. 2008-00032,¹ the Commission approved rates for Burkesville Gas Company, Inc. ("Burkesville") and provided for their further adjustment on a quarterly basis in accordance with Burkeville's Gas Cost Adjustment ("GCA") clause.

On November 12, 2008, Burkesville filed its proposed GCA to be effective December 1, 2008. Burkesville's tariff does not allow for a notice period of less than 30 days. Since the Commission did not receive Burkesville's filing until November 12, 2008, the effective date of this GCA can be no sooner than December 12, 2008, rather than December 1, 2008.

After reviewing the evidence of record and being otherwise sufficiently advised, the Commission finds that:

1. Burkesville's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.

¹ Case No. 2008-00032, Application of Burkesville Gas Company, Inc. for an Adjustment of Rates Pursuant to the Alternative Rate Filing Procedure for Small Utilities.

2. Burkesville's proposed Expected Gas Cost ("EGC") is \$15.2808 per Mcf, which is \$.7334 per Mcf less than the prior EGC of \$16.0142.

3. Burkesville's notice sets out no Refund Adjustment.

4. Burkesville's notice sets out a current Actual Adjustment ("AA") of (\$.2932) per Mcf. Burkesville's total AA is (\$2.4638) per Mcf, which is a decrease of \$.2932 per Mcf from the previous total AA.

5. Burkesville's GCA is \$12.8170 per Mcf, which is \$1.0266 per Mcf less than the previous rate of \$13.8436.

6. The rates in the Appendix to this Order are fair, just, and reasonable, and should be approved for billing for service rendered by Burkesville on and after December 12, 2008.

IT IS THEREFORE ORDERED that:

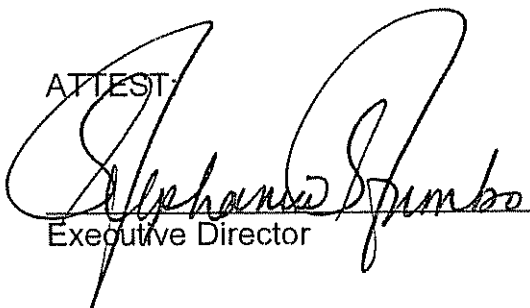
1. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after December 12, 2008.

2. Within 20 days of the date of this Order, Burkesville shall file with the Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 25th day of November, 2008.

By the Commission

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2008-00467 DATED NOVEMBER 25, 2008

The following rates and charges are prescribed for the customers served by Burkesville Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

RATES:

Customer Charge \$7.50

| | <u>Base Rate</u> | <u>Gas Cost Recovery Rate</u> | <u>Total</u> |
|-------------|------------------|---------------------------------------|--------------|
| Residential | \$7.54 | \$12.8170 | \$20.3570 |
| Industrial | \$7.19 | \$12.8170 | \$20.0070 |